

Research and Development Credit Worksheet

for Tax Year 2007 and after
• See important instructions on reverse side

Name as Shown on Form 3800N

Social Security Number or Nebraska Identification Number

	RESEARCH AND DEVELOPMENT CREDIT YEARS					
	A	B	C	D	E	
	1st Year of Research and Development	1st Succeeding Year	2nd Succeeding Year	3rd Succeeding Year	4th Succeeding Year	
1 Enter applicable tax year end date (mo/day/yr)	1					
2 Enter total amount of federal credit allowed (from Federal Form 6765, line 61 or line 63) (see instructions)	2	\$	\$	\$	\$	
3 Nebraska property factor	3	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %
4 Nebraska payroll factor	4	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %
5 Add lines 3 and 4	5	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %
6 Average property and payroll factors (line 5 ÷ 2)	6	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> %
7 Multiply line 2 x line 6 (see instructions)	7	\$	\$	\$	\$	\$
8 Nebraska Research and Development Credit (line 7 x 15%)	8					
	USE OF RESEARCH AND DEVELOPMENT CREDIT					
9 Amount of credit (refundable to the entity claiming the credit) from line 10 used on Nebraska income tax return. Enter on line 22 of Form 3800N.	9					
10 Amount of credit used for sales/use tax refunds of taxes paid on qualifying expenditures (see instructions)	10					
11 Amount of credit (nonrefundable) distributed to partners, shareholders, members, or certain fiduciary beneficiaries (see instructions)	11					
12 Total credit usage (line 9 + 10 + 11). Total cannot exceed line 8	12					

Schedule A — Distribution of Research and Development Credit

Name of Partner, Shareholder, Member or Beneficiary*	Social Security Number or Nebraska Identification Number	Share of Income or Ownership	Amount of Credit
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11 Total (enter here and on line 11 of the Research and Development Credit Worksheet above)		11	

*Note: Each partner, S corporation shareholder, LLC member, and beneficiary should be notified of the distributed share of the Research and Development Credit.

INSTRUCTIONS

WHO MAY FILE. Any business firm making expenditures in research and experimental (R&D) activities as defined in section 174 of the Internal Revenue Code may claim a credit equal to 15 percent of the federal credit allowed under section 41 of the Internal Revenue Code.

Business firm means any business entity including a corporation, fiduciary, sole proprietorship, partnership, joint venture, limited liability company, or other private entity that is subject to sales tax under Neb. Rev. Stat. section 77-2703.

WHEN AND WHERE TO FILE. This credit computation worksheet must be completed and attached to the Nebraska Incentives Credit Computation, Form 3800N. The credit is allowed for the first tax year it is claimed and for the four tax years immediately following.

SPECIFIC INSTRUCTIONS

LINE 1. Enter in column A the first tax year end date for which the credit is claimed, then enter in the other columns the applicable tax year end dates that correspond to the column A tax year end.

LINE 2. Enter the amount of the federal credit allowed for increasing research activities from line 61 or line 63, as appropriate, of Federal Form 6765 for each applicable tax year. If doing business both within and without this state, complete lines 3 through 6 and the remainder of the form. (Note: If you wish to apportion the federal credit using actual research and experimental expenditures, contact the Department of Revenue's Tax Policy Section.)

If doing business only in Nebraska, skip lines 3 through 6, enter the amount from line 2 on line 7, and complete the remainder of the form.

LINES 3 AND 4. The Nebraska property and payroll factors are determined pursuant to Neb. Rev. Stat. sections 77-2734.12 and 77-2734.13, respectively. Round the factors to 4 decimal places and enter as a percent.

LINE 7. Multiply line 2 by the average factor calculated on line 6. If doing business only in Nebraska and therefore not apportioning the credit, enter the amount from line 2.

LINE 10. Claims may be filed quarterly for refunds of **state** sales/use taxes paid, either directly or indirectly, after the filing of the income tax return for the tax year in which the credit was first allowed. A taxpayer is deemed to have paid **indirectly** any **state** sales/use taxes paid by the contractor on annexed building materials in a project built for the taxpayer. The contractor must either certify the actual amount of taxes paid or certify that **state** sales/use taxes were paid on all annexed building materials, in which case it will be presumed that 40 percent of the project cost was for building materials on which the tax was paid. The contractor must maintain documentation to adequately support any certification made.

LINE 11. Credits must be distributed in the same percentage as income is distributed to the recipient. The credit is a **nonrefundable** credit in the hands of the recipient and may only be used against the recipient's Nebraska income tax liability.



Nebraska Renewable Energy Tax Credit Worksheet

**FORM
3800N
Worksheet**

Name as Shown on Form 3800N

Social Security Number or Nebraska Identification Number

	Column A	Column B
1 Enter total kilowatt-hours of electricity generated by a qualifying new zero-emission facility (see instructions)	1	
2 Nebraska Renewable Energy Tax Credit. Multiply line 1, Column A by \$0.075/multiply line 1, Column B by \$0.1	2	
3 Combine the amounts calculated in line 2, Columns A and B.		3
USE OF THE CREDIT		
4 Amount of credit from line 3 used to reduce Nebraska income tax liability. Enter here and on line 15, Form 3800N.		4
5 Amount of credit from line 3 to be used for claiming refunds of Nebraska sales and use taxes paid by the producer of electricity generated by a qualifying zero-emission facility. (Note: The total of line 4 plus line 5 cannot exceed the amount of the credit calculated on line 3)		5

INSTRUCTIONS

WHO MAY FILE. Any producer of electricity generated by a new zero-emission facility located in this state is eligible for a tax credit for electricity generated at such facility on or after July 14, 2006. To qualify, the facility must utilize eligible renewable resources (wind, moving water, solar, geothermal, fuel cell, methane gas, or photovoltaic technology) as its fuel source, and its operation must result in no pollution or emissions that are or may be harmful to the environment as certified by the Department of Environmental Quality (DEQ). For further information, please contact the Department of Environmental Quality at (402) 471-2186. Please attach certification from DEQ.

Note: The total amount of credits that may be used by all taxpayers is limited to \$750,000. The credits will be allowed in the order in which they were claimed.

WHEN AND WHERE TO FILE. This credit computation worksheet must be completed and attached to the Nebraska Incentives Credit Computation, Form 3800N.

SPECIFIC INSTRUCTIONS

LINE 1. Enter the total kilowatt-hours of electricity generated by a qualifying zero-emission facility on or after January 1, 2007 and before October 1, 2007 in Column A. Enter the total kilowatt-hours of electricity generated by a qualifying zero-emission facility on or after October 1, 2007 and before January 1, 2008 in Column B.

LINE 3. Enter the amount of the credit from Line 2 which is being used to reduce the taxpayer's Nebraska income tax liability. This amount must also be entered on Line 15, Form 3800N. Attach a copy of this worksheet to Form 3800N.